(c) The Income-tax Law provides for initiation of prosecutions for offences including concealment of income. The initiation of such proceedings will be considered at the appropriate time after coming to a finding regarding the concealment of income.

WRITTEN ANSWER TO UNSTARRED QUESTIONS

Poor performance of private airlines

579. SHRI AHMED PATEL: Will the Minister of CIVIL AVIATION be pleased to state:

(a) whether it is a fact that private sector airlines have literally collapsed in the country depriving the air passengers of quality service and loss of revenue to the national exchequer;

(b) if so, the details thereof;

(c) whether Government have studied the reasons for this collapse of private-airlines;

(d) if so, the findings thereof; and

(e) remedial measures Government propose to take in this regard?

THE MINISTER OF CIVIL AVIATION (SHRI ANANTH KUMAR): (a) and (b) A few private airlines *viz.* M/s. East West Airlines, M/s. Modiluft,

Ms. NEPC Airlines and M'S Skyline NEPC Ltd. have suspended their operations due to various reasons, including non-availability of operational aircraft. However, M/s. Jet Airways, Ms Sahara India Airlines and M's Aichana Airways are operating scheduled air services.

(c) to (e) A Committee was set up to study the reasons for sickness of the private domestic airlines. The Committee has submitted its report only a few days back. These recommendations are being studied for taking follow-up action.

Observations on Kelkar Committee 'Recommendations

580. SHRI GOVINDRAO ADIK: Will the Minister of CIVIL AVIATION be pleased to state:

(a) whether the 10 member Committee set up under the Planning Commission to study the Kelkar Committee recommendations has submitted its report to Government;

(b) if so, furnish details of the important observations/recommendations made; and

(c) the details of the action taken/ proposed by Government for implementation of the same during 1998-99?

THE MINISTER OF CIVIL AVIATION (SHRI ANANTH KUMAR): (a) and (b) A Sub-Committee was set up under the Chairmanship of Principal Advisor (Transport), Planning Commission to consider financing of the restiucturing plan in view of fiscal constraints and to examine alternative modalities. The Sub-Committee recommended the following: (i) A grant of Rs. 200 crores be given to Indian Airlines for losses incurred as a result of Government's decisions such as the grounding of the A-320 fleet, merger of Vayudoot and operations on uneconomic routes *to* meet the social obligations, etc.

(ii) A Rs. 125 crore equity injection by the Government as the present share capital of Rs. 105 crores was too slender for an aviation company of the size of Indian Airlines.

(c) A Note for Cabinet Committee on Economic Affairs is under process..

Modernisation of airports

581. SHRI SHIV CHARAN SINGH: Will the Minister of CIVIL AVIATION be pleased to state the details of the steps contemplated/undertaken for modernisation of airports both for Inland and International flights?

THE MINISTER OF CIVIL AVIATION (SHRI ANANTH KUMAR): Modernisation of infrastructure facilities at airports is a continuing process, depending upon traffic potential, availability of resources and projected requirements of airline operators.

Some of the projects, contemplated/ undertaken by AAI in a phased manner are:—

— construction of New International Passenger Terminal Complex Phase-Ill at Mumbai Airport.

— construction of new Domestic Terminal Phase-II at Mumbai Airport.

— construction of new international Passenger terninal Phase II at IGI airport.

— construction of New terminal complex at Trivandrum airport.

— construction of new International Passenger Terminal Phase II at Chennai airport.

— construction of International Terminal Complex and modification of domestic Terminal Complex at Amritsar airport.

— Extension of runway at Calicut airport, construction of new terminal and Cargo complex at Guwahati.

— construction of terminal cum technical block at Jaipur airport.

Declaration of Ahmedabad airport as an international airport

582. SHRIMATI URMILABEN CHIMANBHAI PATEL:
SHRI ANANTRAY DEV-SHANKER DAVE:

Will the Minister of CIVIL AVIATION be pleased to state:

(a) whether it is a fact that State Government of Gujarat had been approaching the Central Government for the upgiadation of Ahmedabad airport to an international level;

(b) if so, the details thereof;

(c) whether it is also a fact that the Central Government is seriously considering the proposal during the golden Jubilee Celebration Year of our Independence;

(d) if so, the details thereof; and

(e) if not, the reason therefor?

THE MINISTER OF CIVIL AVIATION (SHRI ANANTH KUMAR): (a) to (e) Yes, Sir. The State Government of Gujarat desired the upgradation of Ahmedabad airport for the operation of B-747 class of aircraft. The State Government has handed over 61 acres of land to AAI. The AAI Board has approved the project of expansion of runway and associated works. Notice inviting tenders is likely to be issued during August 1998 and the work is expected to be completed within 24 months from the date of its award.

Route dispersal guidelines for private airlines for N.E.

583. SHRI RAJNATH SINGH 'SURYA': Will the Minister of CIVIL AVIATION be pleased to state:

(a) whether the private airlines operating in country are observing route dispersal guidelines for N.E. in letter and spirit;

(b) if not, reasons therefor; and

(c) steps taken by Government to have strict compliance by the private airlines in this regard?

THE MINISTER OF CIVIL AVIATION (SHRI ANANTH KUMAR): (a) Yes, Sir.

(b) Does not arise.

(c) Instructions have been issued to all the operators not to alter/modify or cancel flights from the schedules approved by the DGCA without obtaining the latter's prior permission in writing. In case of any violation of the prescribed guidelines, necessary action is initiated by the DGCA against the